

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
NORTH SHELBY WATER COMPANY) CASE NO. 94-042

O R D E R

On February 3, 1994, North Shelby Water Company ("North Shelby") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. 807 KAR 5:067.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

1. North Shelby purchases water from three suppliers, the Louisville Water Company ("Louisville"), Shelbyville Municipal Water ("Shelbyville"), and Frankfort Electric and Water Plant Board ("Frankfort").

2. Louisville increased its rate for water sold from \$1.32 to \$1.35 per 1,000 gallons effective January 1, 1994. The other two suppliers, Shelbyville and Frankfort, will not increase their rates at this time. North Shelby proposes to increase the water rates to its customers effective February 21, 1994.

3. During the 12 months ending December 31, 1993, North Shelby purchased 306,357,520 gallons of water and sold 250,252,065 gallons. These figures are representative of all three suppliers. North Shelby purchased 70,364,000 gallons from Louisville at a cost of \$92,880.

4. The increase in North Shelby's purchased water cost is \$2,110.92, resulting in a purchased water adjustment of 1 cent per 1,000 gallons. Based on an average monthly usage of 5,000 gallons, the average bill of North Shelby's customers would increase 5 cents from \$22.99 to \$23.04 or 0.2 percent.

5. The purchased water adjustment of 1 cent per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

6. North Shelby's proposed tariff is correct and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of 1 cent per 1,000 gallons and the rates in Appendix A are hereby approved for services rendered on and after February 21, 1994.

2. North Shelby's proposed tariffs are approved as filed.

3. Within 30 days of the date of this Order, North Shelby shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 4th day of March, 1994.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 94-042 DATED MARCH 4, 1994

The following rates and charges are prescribed for the customers in the area served by North Shelby Water Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Rates:

5/8 x 3/4 Inch Meter

First 2,000 gallons	\$ 10.56 Minimum Bill
Next 3,000 gallons	4.16 per 1,000 gallons
Next 5,000 gallons	3.04 per 1,000 gallons
Next 40,000 gallons	2.48 per 1,000 gallons
Over 50,000 gallons	1.92 per 1,000 gallons

1 Inch

First 5,000 gallons	\$ 23.04 Minimum Bill
Next 5,000 gallons	3.04 per 1,000 gallons
Next 40,000 gallons	2.48 per 1,000 gallons
Over 50,000 gallons	1.92 per 1,000 gallons

1-1/2 Inch Meter

First 10,000 gallons	\$ 38.24 Minimum Bill
Next 40,000 gallons	2.48 per 1,000 gallons
Over 50,000 gallons	1.92 per 1,000 gallons

2 Inch Meter

First 15,000 gallons	\$ 50.64 Minimum Bill
Next 35,000 gallons	2.48 per 1,000 gallons
Over 50,000 gallons	1.92 per 1,000 gallons

3 Inch Meter

First 35,000 gallons	\$100.24 Minimum Bill
Next 15,000 gallons	2.48 per 1,000 gallons
Over 50,000 gallons	1.92 per 1,000 gallons